

MINUTES OF THE REGULAR COMMISSION MEETING OF THE MICHIGAN PUBLIC
SERVICE COMMISSION HELD IN ITS OFFICES ON OCTOBER 11, 2012

Commission Chairman John D. Quackenbush called the meeting to order at 11:31 a.m.
Executive Secretary Mary Jo Kunkle called the roll and declared there was a quorum. Executive
Secretary Kunkle noted, for the record, that Commissioner Isiogu was participating telephonically.

PRESENT

Commission: John D. Quackenbush, Chairman
Orjiakor N. Isiogu, Commissioner, Telephonic Participant
Greg R. White, Commissioner

Staff: Lisa Gold
Judy Palnau
Mary Jo Kunkle
Alyssa Sherman
Sharron Allen
Lisa Felice

Public: Mary Stasek, Consumers Energy
Robin Gleason, AT&T
Jim Ault, MEGA
Tim Hoffman, Consumers Energy
JC Hanneman, CLEAResult
Jim Padgett, DTE Energy

- I.** Commissioner Isiogu moved to approve today's agenda, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The agenda was approved.

- II.** Commissioner Isiogu moved to approve the minutes of the Regular Commission Meeting of
September 25, 2012, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The minutes were approved.

III. ORDERS

A. COMMUNICATIONS

1. U-14302 CLEAR RATE COMMUNICATIONS, INC., AND AT&T MICHIGAN
U-14396 COMCAST PHONE OF MICHIGAN, LLC, AND FRONTIER NORTH
INC. AND FRONTIER MIDSTATES INC.
U-14856 COMLINK, L.L.C., d/b/a NETRINO, AND FRONTIER NORTH INC.
AND FRONTIER MIDSTATES INC.
U-15089 LENNON TELEPHONE COMPANY, AND NEW CINGULAR
WIRELESS PCS, LLC, d/b/a AT&T MOBILITY
(interconnection agreements and amendments)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which requests Commission approval of interconnection agreements and amendments. The order before you approves the requests, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

2. U-17075 FRONTIER NORTH, INC., FRONTIER MIDSTATES, INC., AND
FRONTIER COMMUNICATIONS OF MICHIGAN INC.
(lifeline surcharge)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which is an application by Frontier North Inc., Frontier Midstates Inc., and Frontier Communications of Michigan, Inc., seeking Commission approval of a surcharge to recover the costs of providing Lifeline service to customers. The order before you grants the application, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

3. MINUTE ACTION AT&T MICHIGAN
(9-1-1 wireless invoice, U-14000)

Commissioner Isiogu moved that the Commission adopt and issue minute dated October 11, 2012 finding that the attached AT&T Michigan Invoice No. 517 R41-0001 067 9 for the period of June 1, 2012, to August 31,

2012, is for wireless emergency service costs recoverable under 2007 PA 165, MCL 484.1408(4)(b). The Commission approves the attached invoice in the amount of \$128,788.08 for reimbursement by the Michigan Department of Treasury, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The minute was adopted.

4. **MINUTE ACTION** **ELIGIBLE TELECOMMUNICATIONS CARRIERS**
(federal universal service funds, U-17022)

Commissioner Isiogu moved that the Commission adopt and issue minute dated October 11, 2012 designating the attached carriers as eligible telecommunications carriers (ETCs) for the purpose of receiving federal universal service funds for use in 2011 and 2013, only for the provision, maintenance, and upgrading of facilities and services for which the support is intended, consistent with Section 254(e) of the Communications Act of 1934, as amended, and consistent with the Federal Communications Commission’s order in CC Docket No. 11-161. Further, each exchange is designated as a service area for this purpose. The certification granted in this minute action is conditioned upon the Commission’s reservation of its right to audit all expenditures of these universal service funds, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The minute was adopted.

B. ELECTRIC

1. U-16367 **WISCONSIN ELECTRIC POWER COMPANY**
(RE reconciliation)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which involves the application of Wisconsin Electric Power Company for authority to reconcile its renewable energy plan costs associated with the plan approved in Case No. U-15812. The order before you approves the application, as modified, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White

Nays – None

The order was adopted.

2. U-16420-R ALPENA POWER COMPANY
(’11 PSCR reconciliation)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which involves an application by Alpena Power Company to reconcile its power supply cost recovery costs and revenues for the 12-month period ended December 31, 2011. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

3. U-16430-R PRESQUE ISLE ELECTRIC & GAS CO-OP
U-16667 PRESQUE ISLE ELECTRIC & GAS CO-OP
U-16748 PRESQUE ISLE ELECTRIC & GAS CO-OP
U-17016 PRESQUE ISLE ELECTRIC & GAS CO-OP
(dismissal of applications)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 in which the Commission determined that Presque Isle Electric & Gas Co-op had completed all requirements to transition its electric operations to member-regulation in accordance with 2008 PA 167, MCL 460.31 *et seq.*, as of September 23, 2012. In recognition of its transition to member-regulation on that date, the order before you dismisses the applications filed by Presque Isle Electric & Gas Co-op in Case Nos. U-16430-R, U-16667, and U-16748, and closes those dockets and the docket in Case No. U-17016, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

4. U-16432 CONSUMERS ENERGY COMPANY
(petition for rehearing)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which is Consumers Energy Company's application for approval of its 2011 power supply cost recovery plan and factors. The order before you denies the petition for rehearing filed by Michigan Community Action Agency Association, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

5. U-17024 DR. ALEXANDRA BEDFORD v CONSUMERS ENERGY COMPANY

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which involves a complaint by Dr. Alexandra Bedford against Consumers Energy Company. The order before you dismisses the complaint, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

6. U-17057 CONSUMERS ENERGY COMPANY
(temporary waiver – meter testing)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which involves an application by Consumers Energy Company for approval of a temporary waiver of portions of Rule 460.3613, which governs electric meter testing. The order before you approves the application, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

7. U-17069 COMMISSION'S OWN MOTION
(member regulation, Ontonagon)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which involves the election of the Board of Directors of Ontonagon County Rural Electrification

Association to become member-regulated. The determination before you finds that the cooperative has complied with the requirements of the Electric Cooperative Member-Regulation Act, and will transition to member-regulation on November 5, 2012, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

C. GAS

1. U-15991 MAJOR PIPELINE LLC
(pipeline application)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which is an application filed by Major Pipeline LLC, for authority to construct and operate the Goldfinch Pipeline in Corwith Township, Otsego County, Michigan. The order before you closes the docket without prejudice, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

2. U-17084 WEST BAY EXPLORATION COMPANY
(Act 9 pipeline)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which involves an application by West Bay Exploration Company for approval to construct and operate the Schoolcraft Pipeline in Livonia Township, Wayne County. The order before you approves the application, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

3. U-17142 WHITING OIL & GAS CORPORATION
(Act 9 Pipeline)

Commissioner Isiogu moved that the Commission adopt and issue order dated October 11, 2012 which involves an application by Whiting Oil and Gas Corporation for authority to construct and operate the Riverside Pipeline in Missaukee, Osceola, and Clare counties. The order before you approves the application, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The order was adopted.

IV. PUBLIC COMMENTS

There were no public comments.

Chairman Quackenbush announced that the next regularly scheduled Commission Meeting will be held on Wednesday, October 31, 2012.

Commissioner Isiogu moved that the Commission adjourn, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White
Nays – None

The motion was approved.

The meeting adjourned at 11:44 a.m.

Mary Jo Kunkle
Executive Secretary